SCOTT M. MATHESON
Governor

GORDON E. HARMSTON

Executive Director,

NATURAL RESOURCES

CLEON B. FEIGHT

Director



STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES

DIVISION OF OIL, GAS, AND MINING 1588 West North Temple Salt Lake City, Utah 84116 (801) 533-5771

May 28, 1980

OIL, GAS, AND MINING BOARD

CHARLES R. HENDERSON

Chairman

JOHN L. BELL
C. RAY JUVELIN
THADIS W. BOX
CONSTANCE K. LUNDBERG
EDWARD T. BECK
E. STEELE McINTYRE

Mr. Robert L. Wilson Manager Exploration Department Kaiser Steel Corporation P.O. Box 58 Oakland, California 94604

RE: Notice of Intention to Commence

Exploratory Drilling

Sal Lease

Emery County, Utah

EXP/015/042

Dear Mr. Wilson:

Thank you for your May 7, 1980 letter concerning Kaiser Steel Corporation's proposed exploratory drilling project in Emery County, Utah. The letter satisfies the notice requirements of Rule M-3(5) of the Utah Mined Land Reclamation Act of 1975, Title 40-8, Utah Code Annotated. All information in the letter relating to the location, size, or nature of the deposit will be held as confidential material by the Division until written permission to release the information is received.

The Division requires no additional information at this time. However, a record of plugging procedures for each hole and general overall reclamation procedures (ie., grading, stabilization procedures, seed mixtures, rates, methods, and times of seeding) is required upon termination of operations. In addition, all information relating to water-bearing formations encountered in drilling and logging must be submitted to the Division in writing, and must give the hole location, and if possible, the depth of the water-bearing strata, the formation name, the rate of flow, and if known, the water quality.

If any operation or disturbances are to be conducted on State lands or mineral leases, then the Division of State Lands will need to be contacted 60 days prior to the commencement of operations.

Mr. Robert L. Wilson May 28, 1980 Page Two

Plugging guidelines are available upon request for your reference.

Thank you for your cooperation. When in the area a member of the Division staff will examine the site(s).

Sincerely,

for

THOMAS J. SUCHOSKI ENGINEERING GEOLOGIST

TJS/te

cc: John Blake, State Lands Jackson Moffett, U.S.G.S.